

FISCAL NOTE

SB 523 - HB 610

February 22, 2007

SUMMARY OF BILL: Authorizes any Group 1 member that served in a state public safety officer position to retire on service retirement benefits upon attainment of age 55 with 25 years of creditable service under certain conditions. Reduces the age at which the supplemental bridge benefit will commence for Group 1 members that served in positions covered by the mandatory retirement provisions. This bill is optional to local governments.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$1,118,000 Annual Amortized Cost

Increase Local Govt. Expenditures - Exceeds \$5,000,000/Permissive

Other Fiscal Impact – Increase Federal/Other Expenditures:

\$373,000 Annual Amortized Cost

Assumptions:

- Total lump sum liability of \$12,857,000.
- Twenty year amortization of lump sum liability.
- Annual cost to amortize the additional liability of \$1,491,000.
- Includes first year administrative costs related to information systems programming of \$50,000.
- Additional annual cost to local governments in excess of \$5,000,000 if all entities authorize provisions of the bill.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

SB 523 - HB 610